

SEP 11 2003

RECEIVED

2003 SEP 10 P 4: 17

2

1

3

4

5

6 7

8

9

10

11

12

13

14

15

16

17 18

19

20 21

22

23

24

25

26

BEFORE THE ARIZONA CORPORATION COMMASSION COMMISSION DOCUMENT CONTROL

MARC SPITZER Chairman

JIM IRVIN

Commissioner

WILLIAM A. MUNDELL Commissioner

JEFF HATCH-MILLER Commissioner

MIKE GLEASON Commissioner

IN THE MATTER OF ILEC UNBUNDLING OBLIGATIONS AS A RESULT OF THE FEDERAL TRIENNIAL REVIEW ORDER

Docket No: T-00000A-03-0369

WORLDCOM'S RESPONSE TO **COMMISSION QUESTIONS**

WorldCom, Inc., on behalf of its regulated subsidiaries, ("MCI") submits its responses to the Commission's questions posed in its procedural order issued June 24, 2003.

1. What issues pertaining to the 90-day proceeding will need to be addressed as a result of the FCC's order? Please describe any issues identified in detail.

MCI Response: As stated in its response to Question 10, MCI will not participate in the 90-day proceeding and will only participate in the nine-month proceeding. While MCI will not comment specifically on this question, it would point out that the FCC's

Triennial Review Order¹ addresses this question generally, and provides states and the parties some guidance, in paragraphs 419, 421 and 455-458 of that Order.

2. Please provide substantive comments on the presumptive finding of no impairment for local circuit switching on high-capacity loops such as DS-1 for business customers. These substantive comments should include any information that you believe rebuts the presumptive finding of no impairment for not providing local circuit switching as a UNE on high-capacity loops such as DS-1 for business customers.

MCI Response: As stated in its response to Question 10, MCI will not participate in the 90-day proceeding and will only participate in the nine-month proceeding.

Nevertheless, MCI would observe that Paragraphs 455 to 458 of the Triennial Review Order identify the types of information this Commission may consider to rebut the national finding of no impairment for DS-1s used to serve business customers.

3. <u>If there are any other issues that the Commission must resolve within the 90-</u> day time frame, please provide substantive comment on those issues as well.

MCI Response: As stated in its response to Question 10, MCI will not participate in the 90-day proceeding and will only participate in the nine-month proceeding. MCI does not believe that there are any other issues that the Commission must address in the

¹ See, Report and Order and Order on Remand and Further Notice of Proposed Rulemaking, FCC 03-36, adopted on February 20, 2003, released on August 21, 2003, and issued In the Matter of Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, CC Docket No. 01-338; Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, CC Docket No. 96-98;



90-day proceeding other than those identified by the FCC and that are referred to in MCI's response to Question 1.

4. For the 90-day proceeding, what process and schedule should the

Commission use to implement the FCC's Triennial Review Order, i.e., contested case

process, comment and workshop or merely a paper comment process? If you believe a

contested case process is necessary, please identify any disputed issues of material fact

that would need to be addressed in an evidentiary proceeding conducted by the

Commission. Are some issues more sensitive than others? Please identify any issues that

are time sensitive and discuss your responses in detail.

MCI Response: As stated in its response to Question 10, MCI will not participate in the 90-day proceeding and will only participate in the nine-month proceeding.

Therefore, MCI will not comment upon the question regarding the process to be followed.

MCI does believe, however, that the process that is used in the highly accelerated 90-day proceeding should not necessarily be employed in the nine-month proceeding. The two proceedings involve different issues, different presumptions, and different parties; moreover, the time frame afforded states to address the issues presented in each proceeding may dictate or permit different procedural approaches.

and <u>Deployment of Wireline Services Offering Advanced Telecommunications Capability</u>, CC Docket 98-147, hereinafter referred to as the ("Triennial Review Order" or "TRO").

23

24

25

26



5. For the issues in the 90-day proceeding, please describe what you believe is, or should be, the procedural relationship between the 90-day proceeding involving the enterprise market and the nine month proceeding for the "mass market."

MCI Response: There is, and should be, no procedural relationship between the two proceedings. The 90-day proceeding and the nine month proceeding can run concurrently, but there should be no direct or indirect relationship between the two proceedings. The two proceedings involve different presumptions and different facts, the nature of the Commission's inquiry will be materially different, and the proceedings necessarily will follow different timelines. For these same reasons, the 90-day proceeding should have no precedential impact on the nine month proceeding. Otherwise, parties not planning to participate in the 90-day proceeding will be compelled to participate in both cases, present evidence and raise arguments in order to preserve their position on such matters in the nine month proceeding. It would be inefficient and unproductive to encourage this unnecessary proliferation of parties and expansion of the 90-day proceeding, and would unduly complicate the Commission's task of timely completing the 90-day process. So as not to unduly burden the 90-day proceeding, the Commission should make clear that that proceeding will not have any precedential effect and the results will not be binding on parties to the nine month proceeding.

6. Are any rule changes required to the Arizona Administrative Code as a result of the FCC's Triennial Review Order? For the issues in the 90-day proceeding, are any rulemaking proceedings advisable as a result of the FCC's Triennial Review Order?



MCI Response: No rulemaking proceedings will be necessary at this time as a result of the issuance of the TRO. Once the Commission has completed the 90-day proceeding and the nine-month proceeding, it should then consider whether its interconnection and unbundling rules found at R14-2-1301 *et seq.* need to be modified in the event the Commission changes any unbundling obligations in the 90-day and nine-month proceedings.

7. <u>Please comment on any other issues related to the 90-day proceeding you</u> believe to be relevant to the ACC's implementation of the FCC's Triennial Review Order.

MCI Response: As stated in its response to Question 10, MCI will not participate in the 90-day proceeding and will only participate in the nine-month proceeding.

Therefore, MCI will not comment on this question.

8. Should the Commission address all of the issues related to the 90-day and nine-month proceedings within this docket?

MCI Response: No. This docket should be reserved for the nine-month proceeding, and the Commission should open a separate docket for the 90-day proceeding. Since MCI's in-house attorney, and attorneys for other likely parties, have already been granted *pro hac vice* status in this docket, the Commission should use this docket to hear the case that will likely have the most participants and the broadest mailing list. This will also eliminate the time and expense of seeking *pro hac vice* status for a new docket.

9. Should the Commission use the same process you identified in response to Question 4 in both the 90-day and the nine-month proceeding?



2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

26

MCI Response: The contested case process should be used in the nine-month proceeding.

10. Please indicate which of the proceedings you intend to actively participate.

MCI Response: The nine-month proceeding. MCI will not participate in the 90-day proceeding.

RESPECTFULLY SUBMITTED this 10th day of September, 2003.

LEWIS AND ROCA

Thomas H. Campbell Michael T. Hallam 40 N. Central Avenue Phoenix, Arizona 85004

Attorneys for WorldCom, Inc.

ORIGINAL and thirteen (13) copies of the foregoing filed this 10th day of September, 2003, with:

Arizona Corporation Commission Docket Control – Utilities Division 1200 W. Washington Street Phoenix, Arizona 85007

COPY of the foregoing hand-delivered this 10th day of September, 2003, to:

Dwight D. Nodes
 Assistant Chief Administrative Law Judge
 Arizona Corporation Commission
 1200 W. Washington Street
 Phoenix, Arizona 85007



6

22

26

Maureen Scott
 Legal Division
 Arizona Corporation Commission
 1200 W. Washington Street
 Phoenix, Arizona 85007

COPY of the foregoing mailed this 10th day of September, 2003, to:

7 Timothy Berg, Esq.
8 Fennemore Craig
8 3003 N. Central Avenue
Suite 2600
9 Phoenix, Arizona 85012

Joan S. Burke
Osborn Maledon
2929 N. Central Avenue
Suite 2100
Phoenix, Arizona 85012-2794

Richard Wolters
AT&T and TCG
1875 Lawrence Street
Suite 1503
Denver, Colorado 80202-1870

Mitchell F. Brecher
Greenberg Traurig, LLP
800 Connecticut Avenue, NW
Suite 500
Washington, DC 20006

23 24 25 Setty Sight